



STATE OF CALIFORNIA
FRANCHISE TAX BOARD
1099 INFORMATION REPORTING MS A181
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Subject: California Information Reporting Requirements for Check Cashier Businesses

Effective January 1, 2006, new information reporting requirements went into effect for California check cashier businesses (Revenue and Taxation Code section 18631.7). If you have eligible transactions, you must submit an information return to us between January 1, 2007 and April 2, 2007.

We understand that this requirement to collect, maintain, and report, check cashier transaction data is a new responsibility for you. We will administer this program in a reasonable manner and will take into account its newness when determining whether check cashiers have made a reasonable effort to comply.

We continue to look for ways to ease some of the burden associated with this program. We eliminated the paper filing option for this filing period. Instead, we will only accept reports submitted on CD-ROM disk. You can get filing instructions, record layout information, and mailing procedures from our Check Cashier Information Reporting Webpage. Go to www.ftb.ca.gov and type "check cashier" into the search field.

Our CD-ROM filing procedures work with most business applications. You will need either:

- Computer resources and suitable business software; or
- A service familiar with preparing information returns for government agencies.

If you are unable to report the required transaction information due to inadequate computer resources, you may be eligible for a waiver. You can request a waiver anytime before April 2, 2007. To request a waiver, complete and submit form FTB 3607, Check Cashier Information Reporting Waiver Request. The form is located in the waiver section of the Webpage. Even if we grant you a waiver from reporting 2006 transactions, you should maintain the data for five years.

Visit our Webpage for the most current news and information about our check cashier program. If you need assistance, call our Information Reporting Helpdesk at (916) 845-6304 or send us an email at IRPhelp@ftb.ca.gov. We are available Monday through Friday except for official state holidays.